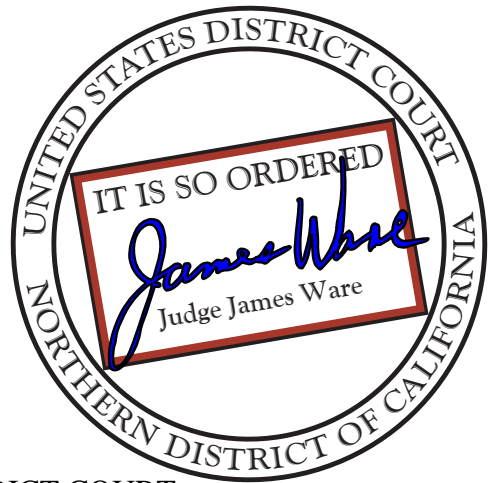


COUNSEL LISTED ON LAST PAGE



UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
SAN JOSE DIVISION

ZOLTAR SATELLITE ALARM SYSTEMS, INC.,  
Plaintiff,  
v.  
MOTOROLA, INC., a Delaware Corporation, et al  
Defendant.

Case No.: 5:06-CV-00044 JW  
STIPULATION OF DISMISSAL

Pursuant to Rule 41(a)(1) of the Federal Rules of Civil Procedure, plaintiff Zoltar Satellite Alarm Systems, Inc. ("Zoltar") and defendant Palm, Inc. ("Palm") hereby stipulate to the dismissal, with prejudice, of the above-captioned civil action including all claims and counterclaims as pled in the Complaint; provided, however, that this dismissal shall not preclude Palm from asserting, and Palm expressly reserves the right to assert, any ground of non-liability including but not limited to the assertion of invalidity or unenforceability as an affirmative defense or counterclaim to any future claim of infringement by Zoltar against Palm of U.S. Patent No. 5,650,770, U.S. Patent No. 5,963,130, U.S. Patent No. 6,198,390, and/or U.S. Patent No. 6,518,889.

This dismissal is based on representations and warranties made by the parties in a Settlement Agreement dated June 1, 2007 including Palm's representations in Paragraph 6 of that Settlement Agreement, and each party reserves all rights under the agreement.

Each party will bear its own costs and attorneys fees.

1 DATED: October 8, 2007

2  
3 PALM, INC.

4 By its attorneys,

5 /s/Robert T. Haslam

6 ROBERT T. HASLAM (State Bar No. 71134)  
7 MICHAEL M. MARKMAN (State Bar No. 191388)  
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15 Facsimile: (650) 324-0638

12 DATED: October 8, 2007

13 ZOLTAR SATELLITE ALARM SYSTEMS, INC.

14 By its attorneys,

15 /s/ Howard B. Miller

16 THOMAS V. GIRARDI (State Bar No. 36603)  
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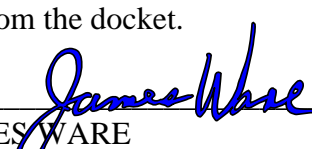
21 Danny Williams (TX Bar No. 21518050)  
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25 **ORDER PURSUANT TO STIPULATION**

26  
27 The Clerk shall terminate Defendant Palm, Inc. from the docket.

28 Dated: October 22, 2007

  
\_\_\_\_\_  
JAMES WARE  
United States District Judge